DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services 601 E. 12th St., Room 355 Kansas City, Missouri 64106



Medicaid and CHIP Operations Group

November 27, 2024

Christine Osterlund, State Medicaid Director Kansas Department of Health and Environment Division of Health Care Finance Landon State Office Building 900 SW Jackson, Room 900-N Topeka, KS 66612-1220

Re: Kansas State Plan Amendment (SPA) 24-0024

Dear Christine Osterlund:

The Centers for Medicare & Medicaid Services (CMS) reviewed your Medicaid State Plan Amendment (SPA) submitted under transmittal number (TN) 24-0024. This amendment proposes to add Marriage and Family Therapists (MFTs) and Mental Health Counselors (MHCs) to the FQHC and RHC sections of its Medicaid State Plan to be in compliance with CAA 2023.

We conducted our review of your submittal according to statutory requirements in Title XIX of the Social Security Act. This letter is to inform you that Kansas Medicaid SPA 24-0024 was approved on November 26, 2024, with an effective date of January 1, 2025.

Enclosed are copies of Form CMS-179 and approved SPA pages to be incorporated into the Kansas State Plan.

If you have any questions, please contact Helenita Augustus at 410-786-8902 or via email at <u>Helenita.Augustus@cms.hhs.gov</u>.

Sincerely,

Digitally signed by James G. Scott -S
Date: 2024.11.27 10:42:25
-06'00'

James G. Scott, Director Division of Program Operations

Enclosures

cc: Bobbie Graff-Hendrixson

Bill Stelzner

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	<u>2 4 — 0 0 2 4 N3</u>
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	SECURITY ACT XIX XXI
TO: CENTER DIRECTOR CENTERS FOR MEDICAID & CHIP SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE January 1, 2025
5. FEDERAL STATUTE/REGULATION CITATION 42 CFR 440	6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a. FFY 2025 \$ 0 b. FFY 2026 \$ 0
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 3.1-A, #2.b. Attachment 3.1-A, #2.c. Attachment 4.19-B, #2.b., Page 1 Attachment 4.19-B, #2.c., Page 1	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable) Attachment 3.1-A, #2.b. Attachment 3.1-A, #2.c. Attachment 4.19-B, #2.b., Page 1 Attachment 4.19-B, #2.c., Page 1
9. SUBJECT OF AMENDMENT	
In compliance with CAA 2023, the terms, "Marriage and Family Therapists (MFTs)" and "Mental Health Counselors (MHCs)" are added to the FQHC and RHC pages in the Kansas Medicaid State Plan.	
10. GOVERNOR'S REVIEW (Check One)	
GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	OTHER, AS SPECIFIED: Christine Osterlund is the Governor's Designee
11. SIGNATURE OF STATE AGENCY OFFICIAL	15. RETURN TO Christine Osterlund
12. TYPED NAME	Medicaid Director Deputy Secretary of Agency Integration and Medicaid
Christine Osterlund	KDHE, Division of Health Care Finance
13. TITLE Medicaid Director	Landon State Office Building
14. DATE SUBMITTED November 6, 2024	900 SW Jackson, Room 900-N Topeka, KS 66612-1220
FOR CMS USE ONLY	
16. DATE RECEIVED November 6, 2024	17. DATE APPROVED November 26, 2024
PLAN APPROVED - ONE COPY ATTACHED	
18. EFFECTIVE DATE OF APPROVED MATERIAL	19. SIGNATURE OF APPROVING OFFICIAL Digitally signed by James G. Scott -S
January 1, 2025	Date: 2024.11.27 10:42:55 -06'00'
20. TYPED NAME OF APPROVING OFFICIAL	21. TITLE OF APPROVING OFFICIAL
James G. Scott	Director, Division of Program Operations
22. REMARKS	

KANSAS MEDICAID STATE PLAN

Attachment 3.1-A #2.b.

3.1-A Limitation

#2b Rural Health Clinic Services

Rural Health Centers (RHC) are defined in section 1905(a)(2)(B) of the Social Security Act. RHC services include services provided by physicians, optometrists, nurse practitioners, physician assistants, nurse midwives, clinical psychologists, clinical social workers, Marriage and Family Therapists (MFTs), Mental Health Counselors (MHCs), and visiting nurses and other ambulatory services included in the state plan. RHC services also include services and supplies that are furnished as incident to professional services furnished by a physician, physician assistant, nurse practitioner, or nurse midwife and, for visiting nurse care, related medical supplies other than drugs and biological. Limitations on other ambulatory services furnished in the RHC are the same limitations as defined for those services in the state plan.

<u>KS 24-0024</u> Approval Date: <u>11/26/2024</u> Effective Date: <u>1/1/2025</u>

KANSAS MEDICAID STATE PLAN

Attachment 3.1-A #2.c.

Limitations of Federally Qualified Health Centers

Federally Qualified Health Centers (FQHC) are defined in section 1905(a)(2)(C) of the Social Security Act. FQHC services include services provided by physicians, optometrists, nurse practitioners, physician assistants, nurse midwives, clinical psychologists, clinical social workers, Marriage and Family Therapists (MFTs), Mental Health Counselors (MHCs), and visiting nurses and other ambulatory services included in the state plan. FQHC services also include services and supplies that are furnished as incident to professional services furnished by a physician, physician assistant, nurse practitioner, or nurse midwife and, for visiting nurse care, related medical supplies other than drugs and biological. Limitations on other ambulatory services furnished in the FQHC are the same limitations as defined for those services in the state plan.

<u>KS 24-0024</u> Approval Date: <u>11/26/2024</u> Effective Date: <u>1/1/2025</u> Superseded <u>KS 22-0002</u>

KANSAS MEDICAID STATE PLAN

Attachment 4.19-B #2.b., Page 1

Methods & Standards for Establishing Payment Rates

Rural Health Clinics

Effective January 1, 2001, rural health clinics enrolled in the Kansas Medicaid Program shall be reimbursed for covered services furnished to eligible beneficiaries under a prospective payment system (PPS) in accordance with the requirements of section 702 of the Benefits Improvement and Protection Act (BIPA) of 2000. An alternative payment system that assures the amount determined under the Medicaid PPS mandated by BIPA as minimum reimbursement, will also be available to providers at their option. An RHC will be reimbursed at the greater rate between the PPS rate and the alternative methodology rate. Under both options, reimbursement for services covered by Medicare shall be made through an all-inclusive encounter rate determined by the Medicare intermediary for each qualified encounter.

When a rural health clinic furnishes "other ambulatory services", the Kansas Medicaid Program shall reimburse the provider using the methodologies utilized in paying for same services in other settings, provided all the requirements under the state plan are met. "Other ambulatory services" are those services which do not meet the Medicare definition of rural health clinic services but are covered under the Medicaid state plan.

I. ENCOUNTER BILLING

A. Billable Visit or Encounter

A rural health clinic "visit" means a face-to-face encounter between a clinic patient and a clinic health care professional including a physician, optometrist, physician assistant (PA), advanced practice registered nurse (APRN), nurse-midwife, clinical psychologist, clinical social worker, Marriage and Family Therapists (MFTs), Mental Health Counselors (MHCs), and for Kan-Be-Healthy nursing assessments only, registered nurse. This may also include a visiting nurse provided <u>all</u> the conditions listed in I(D)(4) are fulfilled. Encounters with more than one certified health care professional or multiple encounters with the same health professional on the same day shall constitute a single visit.

B. More Than One Encounter on the Same Day

If the patient suffers illness or injury subsequent to the first visit on the same day, requiring additional diagnosis and treatment which are different from the first visit, the second encounter will qualify as an additional RHC visit.

<u>KS 24-0024</u> Approval Date: <u>11/26/2024</u> Effective Date: <u>1/1/2025</u>

Methods & Standards for Establishing Payment Rates

Federally Qualified Health Centers

Effective January 1, 2001, federally qualified health centers enrolled in the Kansas Medicaid Program shall be reimbursed for covered services furnished to eligible beneficiaries under a prospective payment system (PPS) in accordance with the requirements of section 702 of the Benefits Improvement and Protection Act (BIPA) of 2000. An alternative payment system that assures the amount determined under the Medicaid PPS mandated by BIPA as minimum reimbursement, will also be available to providers at their option. An FQHC shall be reimbursed at the greater rate between the PPS rate and the alternative methodology rate. Under both options, reimbursement for services covered by Medicare <u>plus</u> dental services shall be made through an all-inclusive encounter rate determined by the agency for each qualified visit.

When a federally qualified health center furnishes "other ambulatory services" excluding dental services, the Kansas Medicaid Program shall reimburse the provider using the methodologies utilized in paying for same services in other settings, provided all requirements under the state plan are met. "Other ambulatory services" are those which do not meet the Medicare definition of federally qualified health center services but are covered under the Medicaid state plan.

I. ENCOUNTER BILLING

The federally qualified health center program under the Kansas Medicaid Program complies with scope, definitions, criteria, and basis of payment for FQHC services under Medicare set forth in 42 CFR Part 405.2411 and 405.2446 through 405.2452, and Publication 27. In addition, Medicaid covers certain preventative services.

A. Billable Visit or Encounter

A federally qualified health center "visit" means a face-to-face encounter between a center patient and a center health care professional including a physician, optometrist, physician assistant (PA), advanced practice registered nurse (APRN), nurse-midwife, dentist, dental hygienist with an "Extended Care Permit" per the Kansas Dental Practice Act, clinical psychologist, clinical social worker, Marriage and Family Therapists (MFTs), Mental Health Counselors (MHCs), and for Kan-Be-Healthy nursing assessments only, registered nurse. This may also include a visiting nurse provided <u>all</u> the conditions listed in I(D)(4) are fulfilled. Encounters with more than one certified health professional or multiple encounters with the same practitioner on the same day shall constitute a single visit.

B. More Than One Encounter on the Same Day

- 1. If the patient suffers illness or injury subsequent to the first visit on the same day, requiring additional diagnosis and treatment which are different from the first visit, the second encounter will qualify as an additional FQHC visit.
- 2. If the patient has a different type of visit on the same day such as a dental visit or a medical visit.

<u>KS 24-0024</u> Approval Date: <u>11/26/2024</u> Effective Date: <u>1/01/2025</u>